

# RIKHAV SECURITIES LIMITED

CIN: U99999MH1995PLC086635

Registered Office: Office No. 922-A, 9<sup>th</sup> Floor, P.J Tower, Dalal Street,  
Mumbai-400001, Maharashtra, India.

E-mail ID: [info@rikhav.net](mailto:info@rikhav.net)

NOTICE IS HEREBY GIVEN THAT THE ANNUAL GENERAL MEETING OF THE MEMBERS OF RIKHAV SECURITIES LIMITED WILL BE HELD ON MONDAY 08TH DAY OF NOVEMBER, 2021 AT 11 A.M. AT THE REGISTERED OFFICE OF THE COMPANY SITUATED AT OFFICE NO. 922-A, 9TH FLOOR, P.J. TOWER, DALAL STREET, MUMBAI - 400001, TO TRANSACT THE FOLLOWING BUSINESS:

## ORDINARY BUSINESS:

1. To receive, consider and adopt the Audited Balance sheet as at 31st March 2021 and Profit & Loss Account for the year ended on that date along with the reports of the Board of Directors and Auditors thereon.
2. To appoint a Director in place of Mr. Hitesh Himatlal Lakhani(DIN:01457990), who retires by rotation and being eligible, offers himself for reappointment.
3. To regularize the appointment of Mr. Monil Rajendra Shah as the Director of the Company

## SPECIAL BUSINESS:

### 1. Conversion of Company from Public Company to Private Company

To consider and if thought fit, to pass with or without modification(s), the following Resolution as an Special Resolution:

**RESOLVED THAT** pursuant to the provisions of section 13, 14 and any other applicable provisions of the Companies Act, 2013, if any and subject to the approval of the Regional Director Western Region, the consent of the shareholders of the Company be and is hereby given to convert the Company from 'Public Limited' to 'Private Limited' and consequently the name of the company be changed from **RIKHAV SECURITIES LIMITED** to **RIKHAV SECURITIES PRIVATE LIMITED** by inserting the word 'Private' before the word 'Limited'.

**RESOLVED FURTHER THAT** for the purpose of giving effect to this resolution, the Board of Directors of the Company be and is hereby authorized to execute all such documents, instruments and writings as may be required and to take all such steps and actions and give such directions as may in its absolute discretion deem necessary and to settle any question that may arise in this regard.

**RESOLVED FURTHER THAT** any of the Directors be and are hereby severally authorized to do all such acts, deeds and things as may be necessary or expedient to give effect to this resolution.

## **2. Alteration of Name clause of Memorandum of Association due to Conversion of the Company from Public Company to Private Company**

To consider and if thought fit, to pass with or without modification(s), the following Resolution as an Special Resolution:

**RESOLVED THAT** pursuant to the provisions of Section 13 and any other applicable provisions of the Companies Act, 2013 (including any amendment thereto or re-enactment thereof) and the rules framed thereunder if any and subject to the approval of conversion of the Company from 'Public Limited' to 'Private Limited' by the Regional Director Western Region, the consent of the Members be and is hereby accorded for substituting Clause I of the Memorandum of Association of the Company with the following clause:

“The Name of the Company is **RIKHAV SECURITIES PRIVATE LIMITED.**”

## **3. Alteration of Articles of Association of the Company due to Conversion of the Company from Public Company to Private Company and adoption of new sets of Articles**

To consider and if thought fit, to pass with or without modification(s), the following Resolution as an Special Resolution:

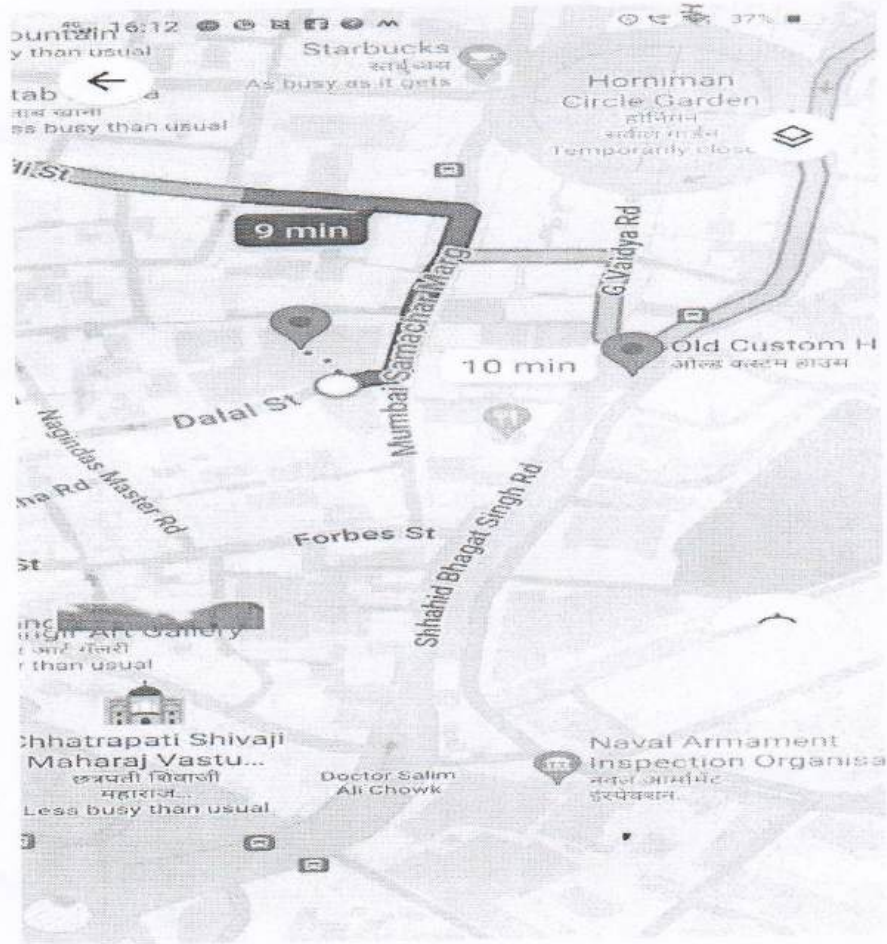
**RESOLVED THAT** pursuant to the provisions of Section 14 and other applicable provisions, if any, of the Companies Act, 2013 (“the Act”) read with Companies (Incorporation) Rules, 2014, including any statutory modifications or re-enactment thereof from time to time and subject to the approval of conversion of the Company from 'Public Limited' to 'Private Limited' by the Regional Director Western Region, the Articles of Association of the Company be and is hereby altered to be in conformity with the provisions of the Act relating to a private limited company and thereby inserting the restrictive clause as per Section 2(68) of the Act and also to change the name of the Company from **RIKHAV SECURITIES LIMITED to RIKHAV SECURITIES PRIVATE LIMITED** .

**RESOLVED FURTHER THAT** the new set of Articles of Association pursuant to the Act primarily based on the Form of Table F of Schedule I under the Act, be and is hereby approved and adopted as new set of Articles of Association in the place of existing Articles of Association of the Company.

**RESOLVED FURTHER THAT** any of the Directors be and are hereby severally authorised to do all such acts, deeds and things as may be necessary or expedient to give effect to this resolution.”

## NOTES:

1. A member entitled to attend and vote is entitled to appoint a proxy to attend and vote instead of himself and the proxy need not be a member. The proxy form should be lodged with the Company at its registered office at least 48 hours before the time of the meeting.
2. Any Member requiring further information on the Accounts at the Meeting is requested to send queries in writing before 48 hours of the meeting to the Registered Office of the Company.
3. All the documents referred to in the accompanying Notice are open for inspection at the Registered Office of the Company on all working days between 11 A.M. to 01.00 P.M. up to the date of Annual General Meeting.
4. In terms of the requirements of the Secretarial Standards -2 on "General Meetings" issued by the Institute of the Company Secretaries of India and approved & notified by the Central Government, Route Map for the location of the aforesaid meeting is enclosed
5. Corporate members intending to send their authorized representatives to attend the Meeting are requested to send to the Company a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the Meeting.
6. The Explanatory Statement pursuant to Section 102 of the Companies Act, 2013 is appended hereto.



For and on behalf of the Board of  
Directors

Hitesh Himatlal Lakhani  
Managing Director  
(DIN: 01457990)

Place: Mumbai  
Date: August 24, 2021

## **EXPLANATORY STATEMENT U/S 102 OF THE COMPANIES ACT, 2013**

### **SPECIAL BUSINESS**

#### **ITEM 1:**

##### **Conversion of Company from Public Company to Private Company**

The Company is a public limited company and there is no involvement of public in the shareholding or management of the Company, it would be appropriate to convert the Company into the Private Limited Company to avoid unnecessary formalities and to obtain privileges which are available to the Private Limited Companies under the Companies Act, 2013 which would help the management to carry out its affairs efficiently & economically.

As per the provisions of the Companies Act, 2013, the consent of the members by way of special resolution is required for conversion of the Company to a private limited company.

The Members are requested to note that the amendment is subject to the approval granted by the Regional Director, Western Region, Ministry of Corporate Affairs and such other regulatory authorities, as may be required.

All Directors and their relatives & members are concerned or interested in the said resolution to the extent of shares held by them in the Company.

#### **ITEM 2:**

##### **Alteration of Name clause of Memorandum of Association due to Conversion of the Company from Public Company to Private Company**

The conversion of the Company to a private limited company will result in amending the name clause of the Memorandum of the Company since the name of the Company will change from "RIKHAV SECURITIES LIMITED" to "RIKHAV SECURITIES PRIVATE LIMITED".

In terms of Section 13 of the Companies Act, 2013, the consent of the members by way of special resolution is required for amendment of the Memorandum of Association of the Company.

The Members are requested to note that the amendment is subject to the approval granted by the Regional Director, Western Region, Ministry of Corporate Affairs and such other regulatory authorities, as may be required.

All Directors and their relatives & members are concerned or interested in the said resolution to the extent of shares held by them in the Company.

**ITEM 3:**

**Alteration of Articles of Association of the Company due to Conversion of the Company from Public Company to Private Company and adoption of new sets of Articles**

Upon enactment of the Companies Act, 2013, various provisions of the Companies Act, 1956 have been repealed and in view of the same the Articles of Association of the Company needs to be re-aligned as per the provisions of the new Act.

Also, as it is proposed to convert the Company into a Private Limited Company, it is considered expedient to adopt new set of Articles of Association (primarily based on Table F set out under the Companies Act, 2013), in place of existing Articles of Association of the Company instead of amending the Articles of Association by alteration/incorporation of provisions of the Companies Act, 2013 applicable to a private limited company.

In terms of section 5 and 14 of the Companies Act, 2013, the consent of the members by way of special resolution is required for adoption of new set of Articles of Association of the Company.

The Members are requested to note that the amendment is subject to the approval granted by the Regional Director, Western Region, Ministry of Corporate Affairs and such other regulatory authorities, as may be required.

All Directors and their relatives & members are concerned or interested in the said resolution to the extent of shares held by them in the Company.

**For and on behalf of the Board of Directors**



**Hitesh Lakhani  
Managing Director  
DIN:01457990**

**Place: Mumbai**

**Date: August 24<sup>th</sup>, 2021**



## DIRECTOR'S REPORT

TO,  
THE MEMBERS,  
**RIKHAV SECURITIES LIMITED**  
Add- OFFICE NO.922-A, 9TH FLOOR,  
P.J.TOWER, DALAL STREET, MUMBAI 400001

Your Directors have pleasure in presenting the **25<sup>th</sup> Annual Report** on the business and operations of the company together with the audited Financial Statements for the year ended **March 31st, 2021**.

### FINANCIAL RESULTS:

The financial results of the company for the year ended **31<sup>st</sup> March, 2021** is as follows:

Particulars	Year ended March 31, 2021 (Rs. 000's)	Year ended March 31, 2020 (Rs. 000's)
Total Income	3,32,262.23	1,47,780.93
Gross Operating Profit	1,37,102.7	38,385.16
Less:- Depreciation	(2,624.37)	(3,675.83)
Profit Before Tax	1,34,478.28	34,709.33
Less:- Provision for Tax	(44127.81)	(8131.28)
Add:- Deferred Tax	5383.30	(2252.69)
Profit After Tax	95,733.71	24,325.35
Earnings Per share	31.35	7.97

## **OPERATING AND FINANCIAL PERFORMANCE:**

The company's Top-line in the Financial Year **2019-20** was **Rs. 14,77,80,926/-** which increased in Financial Year **2020-21** to **Rs.33,22,62,232/-** disclosing increase in revenue by 124.83% which indicates the company is able to maintain its business even in intense competition.

The Company's profit for the Financial Year **2019-20** was **Rs. 2,43,25,354/-** which increased to **Rs.9,57,33,706/-** in the Financial Year **2020-21** as compared to that of last year. Hence, with an overall view of these years, the Company continues to focus on new opportunities to improve profitability.

## **CHANGE IN THE NATURE OF BUSINESS :**

There is no Change in the nature of the business done during the year.

## **EVENTS SUBSEQUENT TO THE DATE OF FINANCIAL STATEMENTS:**

No material changes and commitments affecting the financial position of the Company occurred between the end of the financial year to which this financial statement relates on the date of this report.

## **DIVIDEND:**

The company needs to grow faster and want to expand to remain stable in the current dynamic environment. Hence the management has not provided for any dividend this year.

## **MEETINGS :**

Sixteen meetings of the Board of Directors were held during the financial year.

Date of Meeting	Name of Director/s present	Name of Director/s absent
16.04.2020	All	None
29.05.2020	All	None
16.06.2020	All	None
03.07.2020	All	None
16.07.2020	All	None
05.08.2020	All	None
24.08.2020	All	None
11.09.2020	All	None
16.09.2020	All	None
14.10.2020	All	None
19.10.2020	All	None
07.12.2020	All	None



31.12.2020	All	None
03.02.2021	All	None
04.02.2021	All	None
01.03.2021	All	None

### **DIRECTORS AND KEY MANAGERIAL PERSONNEL:**

Mr. Hitesh H Lakhani, Director, retire by rotation at the forthcoming Annual General Meeting and being eligible, offer them for reappointment.

### **COMPANY'S POLICY RELATING TO DIRECTORS APPOINTMENT, PAYMENT OF REMUNERATION AND DISCHARGE OF THEIR DUTIES:**

The provisions of Section 178(1) of the Companies Act, 2013 relating to constitution of Nomination and Remuneration Committee are not applicable to the Company.

### **DETAILS OF POLICY DEVELOPED AND IMPLEMENTED BY THE COMPANY ON ITS CORPORATE SOCIAL RESPONSIBILITY INITIATIVES:**

The provisions of Corporate Social Responsibility are not applicable to the company.

### **RISK MANAGEMENT POLICY**

The Company has developed and implemented a risk management policy which identifies major risks which may threaten the existence of the Company. The same has also been adopted by your Board and is also subject to its review from time to time. Risk mitigation process and measures have been also formulated and clearly spelled out in the said policy.

### **SUBSIDIARY, JOINTVENTURE AND ASSOCIATE COMPANY:**

The Company doesn't have any Joint Venture and hence doesn't require any reporting for the same. The Company has a wholly owned subsidiary M/s RSL IFSC Private Limited at GIFT City, Gujarat.

### **SIGNIFICANT & MATERIAL ORDERS PASSED BY THE REGULATORS:**

During the year no significant and material orders passed by the regulators or courts or tribunals impacting the going concern status and company's operations in future.

### **CHANGES IN SHARE CAPITAL:**

The Company has issued Right Issue Shares during the year under review.

### **STATUTORY AUDITORS:**

Mayur B. Mehta Chartered Accountants, Mumbai (Membership no. 142428) Statutory Auditor of the Company who was appointed as Statutory Auditor at the Annual General Meeting for five years will retire at the ensuing Annual General Meeting and have given their consent for re-appointment.

You are requested to approve the appointment of the Statutory Auditors from the conclusion of ensuing Annual General Meeting until the conclusion of Annual General Meeting to be held for the financial year ended 31.03.2025

### **AUDITORS' REPORT:**

The Auditors' Report does not contain any qualification. Notes to Accounts and Auditors' remarks in their report are self-explanatory and do not call for any future comments.

### **EXTRACT OF ANNUAL RETURN:**

As required pursuant to section 92(3) of the Companies Act, 2013 and rule 12(1) of the Companies (Management and Administration) Rules, 2014 an extract of annual return in MGT 9 as a part of this Annual Report as **ANNEXURE 'A'**.

### **PARTICULARS OF LOANS, GUARANTEES OR INVESTMENTS UNDER SECTION 186:**

The particulars of loans given, investment made or guarantee given or security provided and the purpose for which the loan or guarantee or security is proposed to be utilized as per the provisions of Section 186 of the Companies Act, 2013 is as follows:

**i) Details of Loans Given:**

SL No	Date of making Loan	Details of Borrower	Gross Amount (Rs.)	Purpose for which the loan is to be utilized by the recipient	Time period for which it is given	Date of BR	Date of SR (if reqd)	Rate of Interest	Security
1.	Various Date	Harish Khimji Sheth HUF	16,00,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
2.	Various Date	Jayantilal Hansraj Dagha	1,97,90,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
3.	Various Date	Nilesh Karamshi Dedhia	1,33,90,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
4.	Various Date	Premji Avchar Patel	69,00,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
5.	Various Date	Valaji Pragji Parmar	16,00,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
6.	Various Date	Nitesh Mulshankar Rajgor	34,50,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
7.	Various Date	Fatechand Ratilal Sanghavi	1,00,00,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
8.	Various Date	Kantilal Kapurchand Vora	59,00,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
9.	Various Date	Sunil Jaikishandas Goyal	3,50,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
10.	Various Date	Jayantilal Mulji Bhanushali	84,50,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
11.	Various Date	Jagdish Odhavji Damani	1,35,40,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
12.	Various Date	Shantila Ganganji Nishar	71,00,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
13.	Various Date	Narendra Dinesh Solanki	9,00,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
14.	Various Date	Harshad Poonamchand Shah	1,74,40,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
15.	Various Date	Mukesh Chunilal Shah	15,00,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
16.	Various Date	Harshad Hatichand Shah	7,00,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
17.	Various Date	Premraj Kapoorchand Sharma	1,11,45,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
18.	Various Date	Jinen Tilakchand Lalka	1,07,80,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
19.	Various Date	Manish Virchand Lakhani	3,15,50,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
20.	Various Date	Mrugesh I Sawant	1,11,50,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
21.	Various Date	Vaibhav Suresh Shah	2,09,50,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
22.	Various Date	Kamlakar Baburao Suryavanshi	8,00,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
23.	Various Date	Jaswantrai K Dhami	4,50,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
24.	Various Date	Sanjay Dattarey Madage	143,10,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured

25.	Various Date	Anandji Ratanshi Maisheri	4,00,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
26.	Various Date	Bhaven Vinod Pandya	2,94,50,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
27.	Various Date	Pankaj Jevatlal Sanghvi	17,00,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
28.	Various Date	Akshay Bachubhai Shah	40,00,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
29.	Various Date	Bipin Mithulal Joshi	11,00,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
30.	Various Date	Vinodchandra A Shah HUF	10,00,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
31.	Various Date	Arpit Suresh Lodaya	50,00,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
32.	Various Date	Doshi Brothers Marketing Pvt Ltd	4,15,87,449	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
33.	Various Date	Fatechand Ratilal Sanghavi HUF	22,50,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
34.	Various Date	Hareshkumar R Dhamecha	49,14,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
35.	Various Date	Jaya S Lodaya	70,00,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
36.	Various Date	Kantilal C Solanki HUF	22,80,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
37.	Various Date	Kishor Narbharam Sanghvi	2,00,95,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
38.	Various Date	Mansukhlal J Parmar	49,14,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
39.	Various Date	Mukesh Chunilal Shah HUF	20,00,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
40.	Various Date	Nita Chandrakant Lakhani	33,50,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
41.	Various Date	Sairaj Kamlalkar Udyog	15,30,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
42.	Various Date	Vinesh Jethmal Kariya HUF	10,50,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured
43.	Various Date	Vipsa Bearing Pvt Ltd	10,45,65,000	Business Loan	On Demand	15/04/2017	NA	NA	Unsecured

### **PUBLIC DEPOSITS:**

The Company has neither accepted nor renewed any deposits during the year under review.

### **PARTICULARS OF CONTRACTS OR ARRANGEMENTS WITH RELATED PARTIES:**

No agreement was entered with related parties by the Company during the current year. All the related party transactions were entered by the Company in ordinary course of business and were in arm's length basis. The Company presents all related party transactions before the Board specifying the nature, value, and terms and conditions of the transaction. Transactions with related parties are conducted in a transparent manner with the interest of the Company and Stakeholders as utmost priority. Refer Note No. B(5) in Notes to Accounts.

Since all the related party transactions were entered by the Company in ordinary course of business and were in arm's length basis, FORM AOC- 2 is applicable to the Company.

Members may refer to Notes to Accounts for transactions relating to Related Party transactions.

### **PARTICULARS OF EMPLOYEES:**

There are no employees whose particulars are required to be given Under Section 217(2A) of the Companies Act, 1956, read with the Companies (particulars employees) rules, 1975 as amended.

### **DISCLOSURE UNDER THE SEXUAL HARASSMENT OF WOMEN AT WORKPLACE (PREVENTION, PROHIBITION AND REDRESSAL) ACT, 2013**

The Company has constituted Internal complaints committee under the Sexual Harassment of Women at Workplace (Prevention, Prohibition and Redressal) Act, 2013. The Company did not receive any compliant during the period under review

### **MAINTENANCE OF COST RECORDS**

The Company is not required to maintain cost records as specified by the Central Government under sub-section (1) of section 148 of the Companies Act, 2013.

### **CONSERVATION OF ENERGY, TECHNOLOGY ABSORPTION AND FOREGIN EXCHANGE EARNING AND OUTGO:**

The details of conservation of energy, technology absorption, foreign exchange earnings and outgo are as follows:

#### **Conservation of energy:**

(I)	the steps taken or impact on conservation of energy	Company's operation does not consume significant amount of energy.
(ii)	the steps taken by the company for utilizing alternate sources of energy.	Not applicable, in view of comments in clause (i)
(iii)	the capital investment on energy conservation equipment's	Not applicable, in view of comments in clause (i)

**Technology absorption:**

(i)	the effort made towards technology absorption	Nil
(ii)	the benefits derived like product improvement cost reduction product development or import substitution	Nil
(iii)	in case of imported technology (important during the last three years reckoned from the beginning of the financial year)	Nil
	(a) the details of technology imported	
	(b) the year of import;	
	(c) whether the technology been fully absorbed	
	(d) if not fully absorbed, areas where absorption has not taken place, and the reasons thereof	
(iv)	the expenditure incurred on Research and Development	Nil

**Foreign exchange earnings and outgo**

During the year, the total foreign exchange used was Rs. Nil and the total foreign exchange earned was Rs. Nil

**TRANSFER OF AMOUNTS TO INVESTOR EDUCATION AND PROTECTION FUND:**

Your Company did not have any funds lying unpaid or unclaimed for a period of seven years. Therefore there were no funds which were required to be transferred to Investor Education and Protection Fund (IEPF).

**DIRECTOR'S RESPONSIBILITY STATEMENT:**

The Director's Responsibility Statement referred to in clause (c) of Sub-section (3) of Section 134 of the Companies Act, 2013 state that

- a) in the preparation of the annual accounts, the applicable accounting standards had been followed along with proper explanation relating to material departures
- b) The director had selected such accounting policies and applied them consistently and made judgments and estimates that are reasonable and prudent so as to give a true and fair view of the state of affairs of the company at the end of the financial year and of the profit and loss of the company for that period;
- c) the director had taken proper and sufficient care for the maintenance of adequate accounting records in accordance with the provisions of this Act for safeguarding the assets of the company and for preventing and detecting fraud and other irregularities;
- d) the directors had prepared the annual accounts on a going concern basis; and
- e) Comment on internal financial controls is given below;
- f) The Directors had devised proper systems to ensure compliance with the

provisions of all applicable laws and Secretarial Standards and that such systems were adequate and operating effectively.

### **TRANSFERS TO RESERVES:**

Net Profit after tax amounting to Rs.9,57,33,706/- (Rupees Nine Crore Fifty Seven Lakhs Thirty-Three Thousand Seven Hundred and Six Only/-), is transferred to Surplus (Profit and Loss Account).

### **Details in respect of adequacy of Internal Financial Controls with reference to the Financial Statements:**

The Internal financial control system has been followed such controls are adequate for the Company which have been operating effectively. The said controls systems are commensurate with its size and nature of its operation. These have been designed to provide reasonable assurance with regards to recording and providing reliable financial and operation information.

### **Disclosure under section 43(a)(ii) of the Companies Act, 2013:**

The Company has not issued any shares with differential rights and hence no information as per provisions of Section 43(a)(ii) of the Act read with Rule 4(4) of the Companies (Share Capital and Debenture) Rules, 2014 is furnished.

### **Disclosure under section 54(1)(d) of the Companies Act, 2013:**

The Company has not issued any sweat equity shares during the year under review and hence no information as per provisions of Section 54(1)(d) of the Act read with Rule 8(13) of the Companies (Share Capital and Debenture) Rules, 2014 is furnished.

### **Disclosure under section 62(1)(b) of the Companies Act, 2013:**

The Company has not issued any equity shares under Employees Stock Option Scheme during the year under review and hence no information as per provisions of Section 62(1)(b) of the Act read with Rule 12(9) of the Companies (Share Capital and Debenture) Rules, 2014 is furnished.

### **Disclosure under section 67(3) of the Companies Act, 2013:**

During the year under review, there were no instances of non-exercising of voting rights in respect of shares purchased directly by employees under a scheme

pursuant to Section 67(3) of the Act read with Rule 16(4) of Companies (Share Capital and Debentures) Rules, 2014 is furnished.

**ACKNOWLEDGEMENT:**

Your Company continues to occupy a place of respect amongst stakeholder, most of all our valuable customers. Your Directors would like to express their sincere appreciation for assistance and co-operation received from the vendors and stakeholders including financial institutions, Bank, Central & State Government authorities, other business associates, who have extended their valuable sustained support and encouragement during the year under review. Your Director takes this opportunity to place on record their gratitude and appreciation for the committed services of the employees at all levels.

**For & On behalf of the Board  
For Rikhav Securities Limited**



**Hitesh H. Lakhani  
(Director)  
(DIN - 01457990)**

**Dharmesh N. Shah  
(Director)  
(DIN - 01256793)**

**DATE: 24<sup>th</sup> August, 2021  
PLACE: Mumbai**



## Annexure A

**FORM NO. MGT 9  
EXTRACT OF ANNUAL RETURN  
As on financial year ended on 31.03.2021**

**Pursuant to Section 92 (3) of the Companies Act, 2013 and rule 12(1) of the Company  
(Management & Administration) Rules, 2014.**

### **I. REGISTRATION & OTHER DETAILS:**

1.	CIN	U99999MH1995PLC086635
2.	Registration Date	21/03/1995
3.	Name of the Company	RIKHAV SECURITIES LIMITED
4.	Category/Sub-category of the Company	Company limited by Shares/Non-govt company
5.	Address of the Registered office & contact details	OFFICE NO.922-A, 9TH FLOOR, P.J. TOWER, DALAL STREET, MUMBAI MUMBAI Mumbai City MH 400001 IN
6.	Whether listed company	No
7.	Name, Address & contact details of the Registrar & Transfer Agent, if any.	N.A.

### **II. PRINCIPAL BUSINESS ACTIVITIES OF THE COMPANY (All the business activities contributing 10 % or more of the total turnover of the company shall be stated)**

S. No.	Name and Description of main products / services	NIC Code of the Product/service	% to total turnover of the company
1	Brokerage & Commission	6612	92.22%
2	Income from Demat Services	6619	6.53 %

### **III. PARTICULARS OF HOLDING, SUBSIDIARY AND ASSOCIATE COMPANIES**

SN	Particulars	CIN/GLN	Holding/Su bsidiary/A	% of Holding as on 31 <sup>st</sup> March,2019	Applicable Section
1	RSL IFSC Private Limited	U65929GJ2017 PTC097790	Subsidiary	99.99%	





ii) Individual shareholders holding nominal share capital in excess of Rs 1 lakh	0	0	0	0	1208660	0	1208660	24.20%	24.20%
c) Others (specify)									
Non Resident Indians									
Overseas Corporate Bodies									
Foreign Nationals									
Clearing Members									
Trusts									
Foreign Bodies - D R									
<b>Sub-total (B)(2):-</b>	0	0	0	0	0	0	0	0	0%
Total Public Shareholding (B)=(B)(1)+ (B)(2)									
<b>C. Shares held by Custodian for GDRs &amp; ADRs</b>									
<b>Grand Total (A+B+C)</b>	0	2877000	2877000	100%	0	4994000	4994000	100%	0%

### B) Shareholding of Promoter-

SN	Shareholder's Name	Shareholding at the beginning of the year			Shareholding at the end of the year			% change in shareholding during the year
		No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	No. of Shares	% of total Shares of the company	%of Shares Pledged / encumbered to total shares	
1	Bharti Lakhani	159480	5.54		203960	4.08		-1.46%
2	Hitesh Lakhani	158310	5.50		381620	7.64		2.14%
3	Rajendra Shah	188208	6.54		239416	4.79		-1.75%

4	Dharmesh Shah	284823	9.90		329646	6.60		-3.3%
5	Mahesh Shah	284823	9.90		329646	6.60		-3.3%
6	Vaishali Shah	284823	9.90		329646	6.60		-3.3%
7	Vikram Shah	284823	9.90		334646	6.70		-3.2%
8	Nidhi Lakhani	166750	5.80		211500	4.24		-1.56%
9	Deep Lakhani	154000	5.35		321660	6.44		1.09%
10	Hitesh H Lakhani HUF	173550	6.03		219100	4.39		-1.64%
11	Himatlal J Lakhani	123660	4.30		-	-		0%
12	Ranjanben H Lakhani	180000	6.26		-	-		0%
13	Himatlal J Lakhani HUF	136750	4.75		182500	3.65		-1.1%
14	PJS Securities LLP	167000	5.80		212000	4.25		-1.55%
15	Navalchand V Shah HUF	15000	0.52		60000	1.20		0.68%
16	Rajendra N Shah HUF	17000	0.59		62000	1.24		0.65%
17	Mahesh N Shah HUF	10000	0.35		55000	1.10		0.75%
18	Vikram N Shah HUF	12000	0.42		57000	1.14		0.72%
19	Dharmesh N Shah HUF	28000	0.97		73000	1.46		0.49%
20	Sheela M Shah	28000	0.97		73000	1.46		0.07%
21	Jignasha V Shah	17000	0.59		62000	1.24		0.65%
22	Sejal D Shah	3000	0.10		48000	0.96		0.86%
	Total	2877000	100		3785340	100		

**C) Change in Promoters' Shareholding (please specify, if there is no change)**

SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	0	0	45000	0.9%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Increase of 45000 shares is due to Rights Issue		Nil	Nil
	At the end of the year	45000	0.9%	45000	0.9%
	BHARATI HITESH LAKHANI				

SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	158310	5.5%	381620	7.64%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Decrease of 205631 shares is due to Share Transfer Net Increase of 248941 shares is due to Rights Issue & 180000 shares is due to Transmission of Shares		Nil	Nil
	At the end of the year	381620	7.64%	381620	7.64%
	HITESH H LAKHANI				
SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	188208	6.54%	239416	4.79%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Decrease of 87282 shares is due to Share Transfer Net Increase of 138490 shares is due to Rights Issue		Nil	Nil
	At the end of the year	239416	4.79%	239416	4.79%
	RAJENDRA N SHAH				
SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company

	At the beginning of the year	284823	9.90%	329646	6.60%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Decrease of 164760 shares is due to Share Transfer Net Increase of 209583 shares is due to Rights Issue		Nil	Nil
	At the end of the year	329646	6.60%	329646	6.60%
	DHARMESH N SHAH				
SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	284823	9.90%	329646	6.60%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Decrease of 164760 shares is due to Share Transfer Net Increase of 209583 shares is due to Rights Issue		Nil	Nil
	At the end of the year	329646	6.60%	329646	6.60%
	MAHESH N SHAH				
SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	284823	9.90%	329646	6.60%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Decrease of 164760 shares is due to Share Transfer Net Increase of 209583 shares is due to Rights Issue		Nil	Nil
	At the end of the year	329646	6.60%	329646	6.60%

	VAISHALI SHAH				
SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	284823	9.90%	334646	6.70%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Decrease of 159760 shares is due to Share Transfer Net Increase of 209583 shares is due to Rights Issue		Nil	Nil
	At the end of the year	334646	6.70%	334646	6.70%
	VIKRAM N SHAH				
SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	166750	5.80%	211500	4.24%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Decrease of 77951 shares is due to Share Transfer Net Increase of 122701 shares is due to Rights Issue		Nil	Nil
	At the end of the year	211500	4.24%	211500	4.24%
	NIDHI H LAKHANI				
SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	154000	5.35%	321660	6.44%
	Date wise Increase / Decrease in	Date : 01-03-2021		Nil	Nil



	Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Net Decrease of 160312 shares is due to Share Transfer Net Increase of 204312 shares is due to Rights Issue & 123660 shares is due to Transmission of Shares			
	At the end of the year	211500	4.24%	321660	6.44%
	DEEP H LAKHANI				
SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	173550	6.03%	219100	4.39%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Decrease of 82154 shares is due to Share Transfer Net Increase of 127704 shares is due to Rights Issue		Nil	Nil
	At the end of the year	219100	4.39%	219100	4.39%
	HITESH H LAKHANI HUF				
SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	136750	4.75%	182500	3.65%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Decrease of 54876 shares is due to Share Transfer Net Increase of 100626 shares is		Nil	Nil

		due to Rights Issue			
	At the end of the year	182500	3.65%	182500	3.65%
	HIMATLAL J LAKHANI HUF				
SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	167000	5.80%	212000	4.25%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Decrease of 77885 shares is due to Share Transfer Net Increase of 122885 shares is due to Rights Issue		Nil	Nil
	At the end of the year	212000	4.25%	212000	4.25%
	PJS SECURITIES LLP				
SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	15000	0.52%	60000	1.20%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Increase of 45000 shares is due to Rights Issue		Nil	Nil
	At the end of the year	60000	1.20%	60000	1.20%
	NAVALCHAND V SHAH HUF				
SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	17000	0.59%	62000	1.24%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /	Date : 01-03-2021 Net Increase of		Nil	Nil

	decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	45000 shares is due to Rights Issue			
	At the end of the year	62000	1.24%	62000	1.24%
	RAJENDRA N SHAH HUF				
SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	10000	0.59%	55000	1.10%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Increase of 45000 shares is due to Rights Issue		Nil	Nil
	At the end of the year	55000	1.10%	55000	1.10%
	MAHESH N SHAH HUF				
SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	12000	0.42%	57000	1.14%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Increase of 45000 shares is due to Rights Issue		Nil	Nil
	At the end of the year	57000	1.14%	57000	1.14%
	VIKRAM N SHAH HUF				
SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	28000	0.97%	73000	1.46%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Increase of 45000 shares is due to Rights Issue		Nil	Nil

	At the end of the year	73000	1.46%	73000	1.46%
	DHARMESH N SHAH HUF				
SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	28000	0.97%	73000	1.46%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Increase of 45000 shares is due to Rights Issue		Nil	Nil
	At the end of the year	73000	1.46%	73000	1.46%
	SHEELA M SHAH				
SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	17000	0.59%	62000	1.24%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Increase of 45000 shares is due to Rights Issue		Nil	Nil
	At the end of the year	62000	1.24%	62000	1.24%
	JIGNASHA V SHAH				
SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	3000	0.10%	48000	0.96%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Increase of 45000 shares is due to Rights Issue		Nil	Nil
	At the end of the year	48000	0.96%	48000	0.96%
	SEJAL D SHAH				

SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	123660	4.30%	0	0.00%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 16-03-2021 Net Decrease of 123660 shares is due to Transmission of shares		Nil	Nil
	At the end of the year	0	0.00%	0	0.00%
	HIMATLAL J LAKHANI				
SN	Particulars	Shareholding at the beginning of the year		Cumulative Shareholding during the year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	180000	6.26%	0	0.00%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 16-03-2021 Net Decrease of 180000 shares is due to Transmission of shares		Nil	Nil
	At the end of the year	0	0.00%	0	0.00%
	RANJANBEN H LAKHANI				

**D) Shareholding Pattern of top ten Shareholders:  
(Other than Directors, Promoters and Holders of GDRs and ADRs):**

SN	For Each of the Top 10 Shareholders	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	0	0	45000	0.9%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment	Date : 01-03-2021 Net Increase		Nil	Nil

	/transfer / bonus/ sweat equity etc.):	of 45000 shares is due to Rights Issue			
	At the end of the year	45000	0.9%	45000	0.9%
	BHAVEN VINOD PANDYA				
<b>SN</b>	<b>For Each of the Top 10 Shareholders</b>	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	0	0	45000	0.9%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Increase of 45000 shares is due to Rights Issue		Nil	Nil
	At the end of the year	45000	0.9%	45000	0.9%
	KETANBHAI ARVINDRAY SHAH				
<b>SN</b>	<b>For Each of the Top 10 Shareholders</b>	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	0	0	45000	0.9%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Increase of 45000 shares is due to Rights Issue		Nil	Nil
	At the end of the year	45000	0.9%	45000	0.9%
	KISHOR PARMANANDAS VORA				
<b>SN</b>	<b>For Each of the Top 10 Shareholders</b>	Shareholding at the beginning		Cumulative Shareholding during the	

		of the year		Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	0	0	45000	0.9%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Increase of 45000 shares is due to Rights Issue		Nil	Nil
	At the end of the year	45000	0.9%	45000	0.9%
	NISARG PRADIP SHAH				
<b>SN</b>	<b>For Each of the Top 10 Shareholders</b>	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	0	0	45000	0.9%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Increase of 45000 shares is due to Rights Issue		Nil	Nil
	At the end of the year	45000	0.9%	45000	0.9%
	NITA CHANDRAKANT LAKHANI				
<b>SN</b>	<b>For Each of the Top 10 Shareholders</b>	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	0	0	45000	0.9%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment	Date : 01-03-2021 Net		Nil	Nil

	/transfer / bonus/ sweat equity etc.):	Increase of 45000 shares is due to Rights Issue			
	At the end of the year	45000	0.9%	45000	0.9%
	ANERI MANISH LAKHANI				
<b>SN</b>	<b>For Each of the Top 10 Shareholders</b>	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	0	0	45000	0.9%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Increase of 45000 shares is due to Rights Issue		Nil	Nil
	At the end of the year	45000	0.9%	45000	0.9%
	YASH MADHUKANT JOSHI				
<b>SN</b>	<b>For Each of the Top 10 Shareholders</b>	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	0	0	45000	0.9%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Increase of 45000 shares is due to Rights Issue		Nil	Nil
	At the end of the year	45000	0.9%	45000	0.9%
	MADHUKANT JOSHI				
<b>SN</b>	<b>For Each of the Top 10</b>	Shareholding at the		Cumulative Shareholding	



	<b>Shareholders</b>	beginning of the year		during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	0	0	45000	0.9%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Increase of 45000 shares is due to Rights Issue		Nil	Nil
	At the end of the year	45000	0.9%	45000	0.9%
	PRADIP HIMMATLAL SHAH				
SN	<b>For Each of the Top 10 Shareholders</b>	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company
	At the beginning of the year	0	0	45000	0.9%
	Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase / decrease (e.g. allotment /transfer / bonus/ sweat equity etc.):	Date : 01-03-2021 Net Increase of 45000 shares is due to Rights Issue		Nil	Nil
	At the end of the year	45000	0.9%	45000	0.9%
	CHAYYA JAYESH MANIAR				

**E) Shareholding of Directors and Key Managerial Personnel:**

SN	Shareholding of each Directors and each Key Managerial Personnel	Shareholding at the beginning of the year		Cumulative Shareholding during the Year	
		No. of shares	% of total shares of the company	No. of shares	% of total shares of the company

	<b>HITESH H LAKHANI</b>				
	<b>At the beginning of the year</b>	158310	5.50%	381620	7.64%
	<b>Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):</b>	Date : 01-03-2021 Net Decrease of 205631 shares is due to Share Transfer Net Increase of 248941 shares is due to Rights Issue & 180000 shares is due to Transmission of Shares Date 16-03-2021			
	<b>At the end of the year</b>	158310	5.50%	158310	5.50%
	<b>DHARMESH N SHAH</b>				
	<b>At the beginning of the year</b>	284823	9.90%	329646	6.60%
	<b>Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):</b>	Date : 01-03-2021 Net Decrease of 164760 shares is due to Share Transfer Net Increase of 209583 shares is due to Rights Issue			
	<b>At the end of the year</b>	329646	6.60%	329646	6.60%
	<b>VIKRAM N SHAH</b>				
	<b>At the beginning of the year</b>	284823	9.90%	334646	6.70%
	<b>Date wise Increase / Decrease in Promoters Shareholding during the year specifying the reasons for increase /decrease (e.g. allotment / transfer / bonus/ sweat equity etc.):</b>	Date : 01-03-2021 Net Decrease of 159760 shares is due to Share Transfer			

		Net Increase of 209583 shares is due to Rights Issue			
	At the end of the year	334646	6.70%	334646	6.70%

**F) INDEBTEDNESS - Indebtedness of the Company including interest outstanding/accrued but not due for payment.**

	Secured Loans excluding deposits	Unsecured Loans	Deposits	Total Indebtedness
Indebtedness at the beginning of the financial year				
i) Principal Amount	180000000	113588531	-	293588531
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)			-	293588531
Change in Indebtedness during the financial year				
* Addition	48178867	2441983830	-	2490162697
* Reduction	(180634048)	(2555190687)	-	(2735824735)
Net Change	(132455181)	(113206857)	-	(245662038)
Indebtedness at the end of the financial year				
i) Principal Amount			-	47926493
ii) Interest due but not paid	-	-	-	-
iii) Interest accrued but not due	-	-	-	-
Total (i+ii+iii)	47544819	381674	-	47926493

**XI. REMUNERATION OF DIRECTORS AND KEY MANAGERIAL PERSONNEL-**

**A. Remuneration to Managing Director, Whole-time Directors and/or Manager:**

SN.	Particulars of Remuneration	Name of MD/WTD/ Manager				Total Amount
		(Dharmesh N. Shah)	(Vikram N. Shah)	(Hitesh H Lakhani)	---	----
1	Gross salary					
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	300000	550000	-	-	850000

	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-	-
	(c) Profits in lieu of salary under section 17(3) Income- tax Act, 1961	-	-	-	-	-
2	Stock Option	-	-	-	-	-
3	Sweat Equity	-	-	-	-	-
4	Commission - as % of profit - others, specify...	-	-	-	-	-
5	Others, please specify	-	-	-	-	-
6	Rent Paid	-	-	-	-	-
	<b>Total (A)</b>	300000	550000	-	-	850000
	<b>Ceiling as per the Act</b>	5% of net profit	5% of net			

### B. Remuneration to other directors

SN.	Particulars of Remuneration	Name of Directors				Total Amount
		----	----	----	---	
1	Independent Directors	-	-	-	-	-
	Fee for attending board committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	<b>Total (1)</b>	-	-	-	-	-
2	Other Non-Executive Directors	-	-	-	-	-
	Fee for attending board committee meetings	-	-	-	-	-
	Commission	-	-	-	-	-
	Others, please specify	-	-	-	-	-
	<b>Total (2)</b>	-	-	-	-	-
	<b>Total (B)=(1+2)</b>	-	-	-	-	-
	<b>Total Managerial Remuneration</b>	-	-	-	-	-
	<b>Overall Ceiling as per the Act</b>	-	-	-	-	-

### C. REMUNERATION TO KEY MANAGERIAL PERSONNEL OTHER THAN MD/MANAGER/WTD


SN	Particulars of Remuneration	Key Managerial Personnel			
		CEO	CS	CFO	Total
1	Gross salary	-	-	-	-
	(a) Salary as per provisions contained in section 17(1) of the Income-tax Act, 1961	-	-	-	-
	(b) Value of perquisites u/s 17(2) Income-tax Act, 1961	-	-	-	-
	(c) Profits in lieu of salary under section	-	-	-	-

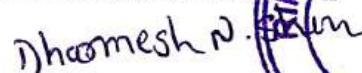
	17(3) Income-tax Act, 1961				
2	Stock Option	-	-	-	-
3	Sweat Equity	-	-	-	-
4	Commission	-	-	-	-
	- as % of profit	-	-	-	-
	others, specify...	-	-	-	-
5	Others, please specify	-	-	-	-
	Total	-	-	-	-

**XII. PENALTIES / PUNISHMENT / COMPOUNDING OF OFFENCES:**

Type	Section of the Companies Act	Brief Description	Details of Penalty / Punishment / Compounding fees imposed	Authority [RD / NCLT / COURT]	Appeal made, if any (give Details)
<b>A. COMPANY</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
<b>B. DIRECTORS</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-
<b>C. OTHER OFFICERS IN DEFAULT</b>					
Penalty	-	-	-	-	-
Punishment	-	-	-	-	-
Compounding	-	-	-	-	-

For & On behalf of the Board  
For Rikhav Securities Limited

  
Hitesh H. Lakhani  
(Director)  
(DIN - 01457990)

  
Dharmesh N. Shah  
(Director)  
(DIN - 01256793)



Place: Mumbai  
DATE: 24<sup>th</sup> August 2021

# MAYUR B. MEHTA

## CHARTERED ACCOUNTANTS

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### **INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF RIKHAV SECURITIES LIMITED**

#### **Report on the Financial Statements**

We have audited the accompanying standalone financial statements of **RIKHAV SECURITIES LIMITED** ("the Company"), which comprise the Balance Sheet as at **31<sup>st</sup> March, 2021** and the Statement of Profit and Loss and the Cash Flow Statement, and a summary of the significant accounting policies and other explanatory information for the year then ended.

In our opinion and to the best of our information and according to the explanations given to us, the aforesaid standalone financial statements give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India, of the state of affairs of the Company as at **March 31, 2021** and profit and its cash flows for the year ended on that date.

#### **Basis for Opinion**

We conducted our audit in accordance with the Standards on Auditing (SAs) specified under section 143(10) of the Companies Act, 2013. Our responsibilities under those Standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Company in accordance with the Code of Ethics issued by the Institute of Chartered Accountants of India together with the ethical requirements that are relevant to our audit of the financial statements under the provisions of the Companies Act, 2013 and the Rules there under, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the Code of Ethics.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### **Responsibility of Management for Standalone Financial Statements**

The Company's Board of Directors is responsible for the matters stated in section 134(5) of the Companies Act, 2013 ("the Act") with respect to the preparation of these standalone financial statements that give a true and fair view of the financial position, financial performance, and cash flows of the Company in accordance with the accounting principles generally accepted in India, including the accounting Standards specified under section 133 of the Act. This

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# MAYUR B. MEHTA

## CHARTERED ACCOUNTANTS

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responsibility also includes maintenance of adequate accounting records in accordance with the provisions of the Act for safeguarding of the assets of the Company and for preventing and detecting frauds and other irregularities; selection and application of appropriate accounting policies; making judgments and estimates that are reasonable and prudent; and design, implementation and maintenance of adequate internal financial controls, that were operating effectively for ensuring the accuracy and completeness of the accounting records, relevant to the preparation and presentation of the financial statement that give a true and fair view and are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Company's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Company or to cease operations, or has no realistic alternative but to do so. Those Board of Directors are also responsible for overseeing the company's financial reporting process.

### **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery,

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# MAYUR B. MEHTA

## CHARTERED ACCOUNTANTS

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intentional omissions, misrepresentations or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances. Under section 143(3)(i) of the Companies Act, 2013, we are also responsible for expressing our opinion on whether the company has adequate internal financial controls system in place and the operating effectiveness of such controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation. We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
- We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence and where applicable, related safeguards.



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# MAYUR B. MEHTA

## CHARTERED ACCOUNTANTS

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### Report on Other Legal and Regulatory Requirements

1. As required by the Companies (Auditors Report) Order, 2016 ('the Order') issued by the Central Government of India in terms of sub section (11) of section 143 of the Act, we give in the 'Annexure A' statement on the matters specified in paragraphs 3 & 4 of the Order.
2. As required by Section 143(3) of the Act, we report that:
  - (a) We have sought and obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit.
  - (b) In our opinion, proper books of account as required by law have been kept by the Company so far as it appears from our examination of those books.
  - (c) The Balance Sheet, the Statement of Profit and Loss, and the Cash Flow Statement dealt with by this Report are in agreement with the books of account.
  - (d) In our opinion, the aforesaid standalone financial statements comply with the Accounting Standards specified under Section 133 of the Act, read with Rule 7 of the Companies (Accounts) Rules, 2014
  - (e) On the basis of the written representations received from the directors as on 31<sup>st</sup> March, 2021 taken on record by the Board of Directors, none of the directors is disqualified as on 31<sup>st</sup> March, 2021 from being appointed as a director in terms of Section 164 (2) of the Act.
  - (f) With respect to the adequacy of internal financial controls over financial reporting of the company and the operating effectiveness of such controls, refer to our separate report in 'Annexure B'; and
  - (g) In our opinion and to the best of our information and according to the explanations given to us, we report as under with respect to the other matters to be included in the Auditor's Report in accordance with Rule 11 of the Companies (Audit and Auditors) Rules, 2014:



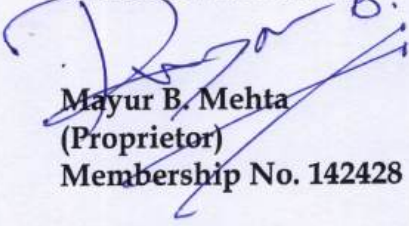
# MAYUR B. MEHTA

## CHARTERED ACCOUNTANTS

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- i. The Company does not have any pending litigations which would impact its financial position.
- ii. The Company did not have any long-term contracts including derivative contracts; as such the question of commenting on any material foreseeable losses thereon does not arise.
- iii. There has not been an occasion in case of the company during the year under report to transfer any sums to the Investor Education and Protection Fund. The question of delay in transferring such sums does not arise.

For Mayur B. Mehta  
Chartered Accountants

  
Mayur B. Mehta  
(Proprietor)  
Membership No. 142428



Place: Thane  
Date: 24<sup>th</sup> August, 2021

UDIN: 21142428AAAABN6719

# MAYUR B. MEHTA

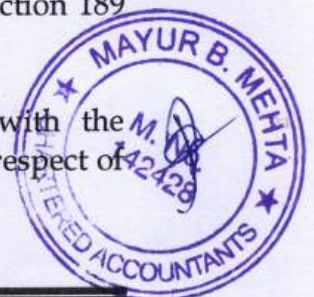
## CHARTERED ACCOUNTANTS

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### "ANNEXURE A" TO THE INDEPENDENT AUDITOR'S REPORT

On the basis of such checks as we considered appropriate and according to the information and explanations given to us during the course of our audit, we report that

1. The company has maintained proper records showing full particulars, including quantitative details and situation of fixed assets.  
The fixed assets of the company have been physically verified by the Management during the year and no material discrepancies were noticed on such verification. In our opinion the verification is reasonable having regard to the size of the company and the nature of its assets.  
According to the information and explanations given to us, the company does not hold any immovable properties.
2. The nature of the business of the company is of shares & stock brokers which do not require it to have any inventory. Thus paragraph 3 (ii) of the Order is not applicable to the company.
3. According to information and explanation given to us and on the basis of our examination of the books of account, the Company has granted unsecured loans to companies, Limited Liability Partnerships or other parties covered in the register maintained under Section 189 of the Act.
  - a. In our opinion, the rate of interest and other terms and conditions on which the loans had been granted to the bodies corporate listed in the register maintained under Section 189 of the Act were not, prima facie, prejudicial to the interest of the Company
  - b. In the case of the loans granted to the bodies corporate listed in the register maintained under section 189 of the Act, the borrowers have been regular in the payment of the principal and interest as stipulated.
  - c. There are no overdue amounts in respect of the loan granted to a body corporate listed in the register maintained under section 189 of the Act.
4. During the year under audit, the company has complied with the M. provisions of section 185 and 186 of the Companies Act, 2013 in respect of loans, investments, guarantees and security.



# MAYUR B. MEHTA

## CHARTERED ACCOUNTANTS

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5. During the year under audit, the company has not accepted any deposits from the public to which the provisions of Sections 73 to 76 or any other relevant provisions of the Companies Act, 2013 and the rules framed there under apply.
6. We have been informed that Central Government has not prescribed the maintenance of cost records under Section 148(1) of the Companies Act, 2013, in respect of any activities carried on by the company.
7. a) According to the information and explanations given to us and on the basis of our examination of the books of account, the Company has been generally regular in depositing undisputed statutory dues including income tax, and other material statutory dues, as applicable, during the year with the appropriate authorities. As on 31<sup>st</sup> March, 2021, there are no such undisputed dues payable for a period of more than six months from the date they became payable.  
  
b) According to the information and explanations given to us and on the basis of examination of records of the company, there are no material dues which have not been deposited to the appropriate authorities by the Company on account of disputes.
8. On the basis of records examined by us and the information and explanations given to us, the company has not defaulted in repayment of dues to financial institutions, banks or debenture holders.
9. According to the information and explanations given to us, the company has not raised any moneys by way of initial public offer or further public offer but has obtained loans during the year and was applied for the purpose for which the said loans were obtained.
10. To the best of our knowledge and belief and according to the information and explanations given to us we have not come across any fraud by the company or any fraud on the Company by its officers or employees during the course of our audit during the period under review.
11. During the period under review, the company has paid Managerial remuneration and the same has been paid in accordance with the requisite approvals as mandated by the provisions of section 197 read with the schedule 5 to the Companies Act, 2013.



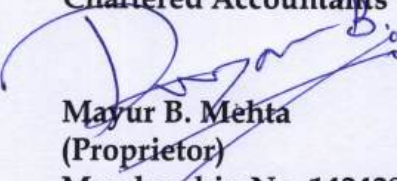
# MAYUR B. MEHTA

## CHARTERED ACCOUNTANTS

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12. In our opinion and according to information and explanations given to us, the company is not a Nidhi Company. Accordingly, paragraph 3(xii) of the order is not applicable.
13. According to the information and explanations given to us and the records examined by us, the transaction with the related parties are in compliance with the provisions of section 177 and section 188 of the Companies Act, 2013 and details of such transactions have been disclosed in the financial statements as required by the applicable accounting standards.
14. According to the information and explanations given to us and the records examined by us, the company has not made any preferential allotment and private placement of shares or debentures during the year but have raised funds through rights issue of equity shares (Refer Note No. 2 of Schedule to Financial Statements). Also the funds raised have been used for the purpose for which the funds were raised.
15. According to the information and explanations given to us and the records examined by us, the company has not entered into non-cash transactions with directors or persons connected with him. Accordingly, paragraph 3(xv) of the order is not applicable.
16. The Company is not required to be registered under section 45-IA of the Reserve Bank of India Act, 1934.

For Mayur B. Mehta  
Chartered Accountants

  
Mayur B. Mehta  
(Proprietor)  
Membership No. 142428



Place: Mumbai  
Date: 24<sup>th</sup> August, 2021

UDIN: 21142428AAAABN6719

# MAYUR B. MEHTA

## CHARTERED ACCOUNTANTS

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### "ANNEXURE B" TO INDEPENDENT AUDITOR'S REPORT

#### "ANNEXURE B" TO THE INDEPENDENT AUDITOR'S REPORT

**Report on the Internal Financial Controls under clause (i) of sub-section 3 of section 143 of the companies act, 2013 ("the act")**

We have audited the internal financial controls over financial reporting of **RIKHAV SECURITIES LIMITED** ("the Company") as of **31<sup>st</sup> March 2021** in conjunction with our audit of the standalone financial statements of the Company for the year ended on that date.

#### **Management's Responsibility for Internal Financial Controls**

The Company's management is responsible for establishing and maintaining internal financial controls based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control stated in the Guidance Note on Audit of Internal Financial Controls over Financial Reporting issued by the Institute of Chartered Accountants of India ('ICAI'). These responsibilities include the design, implementation and maintenance of adequate internal financial controls that were operating effectively for ensuring the orderly and efficient conduct of its business, including adherence to company's policies, the safeguarding of its assets, the prevention and detection of frauds and errors, the accuracy and completeness of the accounting records, and the timely preparation of reliable financial information, as required under the Companies Act, 2013.

#### **Auditors' Responsibility**

Our responsibility is to express an opinion on the Company's internal financial controls over financial reporting based on our audit. We conducted our audit in accordance with the Guidance Note on Audit of Internal Financial Controls over Financial Reporting (the "Guidance Note") and the Standards on Auditing, issued by ICAI and deemed to be prescribed under section 143(10) of the Companies Act, 2013, to the extent applicable to an audit of internal financial controls, both applicable to an audit of Internal Financial Controls and, both issued by the Institute of Chartered Accountants of India. Those Standards and the Guidance Note require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether adequate

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# MAYUR B. MEHTA

## CHARTERED ACCOUNTANTS

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internal financial controls over financial reporting was established and maintained and if such controls operated effectively in all material respects.

Our audit involves performing procedures to obtain audit evidence about the adequacy of the internal financial controls system over financial reporting and their operating effectiveness. Our audit of internal financial controls over financial reporting included obtaining an understanding of internal financial controls over financial reporting, assessing the risk that a material weakness exists, and testing and evaluating the design and operating effectiveness of internal control based on the assessed risk. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion on the Company's internal financial controls system over financial reporting.

### **Meaning of Internal Financial Controls over Financial Reporting**

A company's internal financial control over financial reporting is a process designed to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles. A company's internal financial control over financial reporting includes those policies and procedures that (1) pertain to the maintenance of records that, in reasonable detail, accurately and fairly reflect the transactions and dispositions of the assets of the company; (2) provide reasonable assurance that transactions are recorded as necessary to permit preparation of financial statements in accordance with generally accepted accounting principles, and that receipts and expenditures of the company are being made only in accordance with authorizations of management and directors of the company; and (3) provide reasonable assurance regarding prevention or timely detection of unauthorized acquisition, use, or disposition of the company's assets that could have a material effect on the financial statements.

### **Inherent Limitations of Internal Financial Controls over Financial Reporting**

Because of the inherent limitations of internal financial controls over financial reporting, including the possibility of collusion or improper management override of controls, material misstatements due to error or fraud may occur and not be detected. Also, projections of any evaluation of the internal financial

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# MAYUR B. MEHTA

## CHARTERED ACCOUNTANTS

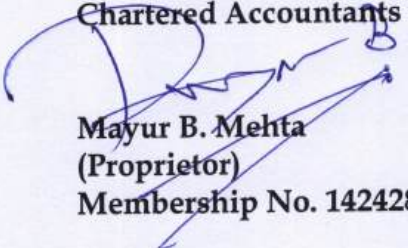
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controls over financial reporting to future periods are subject to the risk that the internal financial control over financial reporting may become inadequate because of changes in conditions, or that the degree of compliance with the policies or procedures may deteriorate.

### Opinion

In our opinion, the Company has, in all material respects, an adequate internal financial controls system over financial reporting and such internal financial controls over financial reporting were operating effectively as at 31<sup>st</sup> March 2021, based on the internal control over financial reporting criteria established by the Company considering the essential components of internal control, stated in the Guidance Note on Audit of Internal Financial Controls Over Financial Reporting issued by the Institute of Chartered Accountants of India.

For Mayur B. Mehta  
Chartered Accountants

  
Mayur B. Mehta  
(Proprietor)  
Membership No. 142428



Place: Mumbai  
Date: 24<sup>th</sup> August, 2021

UDIN: 21142428AAAABN6719



# RIKHAV SECURITIES LIMITED

Office Add: OFFICE NO. 922-A, 9TH FLOOR, P.J.TOWER, DALAL STREET, MUMBAI, MUMBAI - 400001

(CIN - U99999MH1995PLC086635)

## BALANCE SHEET AS AT 31st MARCH , 2021

Particulars	Note No.	Figures as at the end of Current Reporting Period	Figures as at the end of Previous Reporting Period
<b>I. EQUITY AND LIABILITIES</b>			
<b>(1) Shareholder's Funds</b>			
(a) Share Capital	2	49,940,000	28,770,000
(b) Reserves and Surplus	3	534,086,357	228,591,101
(c) Money received against share warrants		-	-
<b>(2) Share Application money pending allotment</b>			
-			
<b>(3) Non-Current Liabilities</b>			
(a) Long-Term Borrowings	4	381,674	528,173
(b) Deferred Tax Liabilities (Net)		-	2,696,868
(c) Other Long Term Liabilities		-	-
(d) Long Term Provisions		-	-
<b>(4) Current Liabilities</b>			
(a) Short-Term Borrowings	5	47,544,819	293,060,358
(b) Trade Payables	6	669,131,676	654,085,231
(c) Other Current Liabilities	7	21,638,070	6,812,395
(d) Short-Term Provisions	8	44,127,871	8,131,276
<b>Total Equity &amp; Liabilities</b>		<b>1,366,850,467</b>	<b>1,222,675,403</b>
<b>II. ASSETS</b>			
<b>(1) Non-Current Assets</b>			
(a) Property, Plant & Equipment	9	-	-
(i) Gross Block		60,266,721	58,704,742
(ii) Depreciation		(53,468,090)	(50,843,712)
(iii) Net Block		6,798,631	7,861,030
(b) Non-current investments	10	442,238,848	310,398,332
(c) Deferred tax assets (net)		2,686,432	-
(d) Long term loans and advances	11	26,815,797	26,336,036
(e) Other non-current assets		-	-
<b>(2) Current Assets</b>			
(a) Current investments		-	-
(b) Inventories		-	-
(c) Trade receivables	12	59,134,261	36,672,584
(d) Cash and cash equivalents	13	753,891,466	770,753,281
(e) Short-term loans and advances	14	7,987,186	8,184,100
(f) Other current assets	15	67,297,846	62,470,040
<b>Total Assets</b>		<b>1,366,850,467</b>	<b>1,222,675,403</b>

NOTES TO ACCOUNTS

1

Schedules referred to above and notes attached there to form an integral part of Balance Sheet  
This is the Balance Sheet referred to in our Report of even date.

For Mayur B. Mehta  
Chartered Accountants

Mayur B. Mehta  
(Proprietor)  
M. No.: 142428  
Place: Thane  
Date: 24th August, 2021  
UDIN: 21142428AAAABN6719



For And On Behalf of Board  
FOR RIKHAV SECURITIES LIMITED

Hitesh H. Lakhani  
(Director)  
(DIN - 01457990)



Dharmesh N. Shah  
(Director)  
(DIN - 01256793)

# RIKHAV SECURITIES LIMITED

Office Add: OFFICE NO. 922-A, 9TH FLOOR, P.J.TOWER, DALAL STREET, MUMBAI, MUMBAI - 400001

(CIN - U99999MH1995PLC086635)

## PROFIT & LOSS STATEMENT FOR THE PERIOD ENDED ON 31ST MARCH, 2021

Sr. No.	Particulars	Note. No.	Figures as at the end of current reporting period	Figures as at the end of previous reporting period
I	Revenue from operations	16	229,431,285	71,277,354
II	Other Income	17	102,830,947	76,503,572
III	<b>III. Total Revenue (I +II)</b>		<b>332,262,232</b>	<b>147,780,926</b>
IV	<u>Expenses:</u>			
	Employee Benefit Expense	18	24,548,090	24,439,737
	Financial Costs	19	43,189,807	42,784,143
	Depreciation and Amortization Expense	20	2,624,378	3,675,828
	Other Administrative Expenses	21	127,421,681	42,171,889
	<b>IV. Total Expenses</b>		<b>197,783,955</b>	<b>113,071,598</b>
V	Profit before exceptional and extraordinary items and tax	(III - IV)	<b>134,478,277</b>	<b>34,709,328</b>
VI	Exceptional Items		-	-
VII	Profit before extraordinary items and tax (V - VI)		<b>134,478,277</b>	<b>34,709,328</b>
VIII	Extraordinary Items		-	-
IX	Profit before tax (VII - VIII)		<b>134,478,277</b>	<b>34,709,328</b>
X	<u>Tax expense:</u>			
	(1) Current tax		(44,127,871)	(8,131,276)
	(2) Deferred tax		5,383,300	(2,252,698)
XI	Profit(Loss) from the period from continuing operations	(IX-X)	<b>95,733,706</b>	<b>24,325,354</b>
XII	Profit/(Loss) from discontinuing operations		-	-
XIII	Tax expense of discounting operations		-	-
XIV	Profit/(Loss) from Discontinuing operations (XII - XIII)		-	-
XV	Profit/(Loss) for the period (XI + XIV)		<b>95,733,706</b>	<b>24,325,354</b>
XVI	<u>Earning per equity share:</u>			
	(1) Basic		31.35	7.97
	(2) Diluted		31.35	7.97

Schedules referred to above and notes attached there to form an integral part of Profit & Loss Statement

This is the Profit & Loss Statement referred to in our Report of even date.

For MAYUR B. MEHTA  
CHARTERED ACCOUNTANTS

MAYUR B. MEHTA  
(Proprietor)

M. No. 142428

Place: Thane

Date: 24th August, 2021

UDIN: 21142428AAAABN6719



For And On Behalf of Board  
FOR RIKHAV SECURITIES LIMITED

Hitesh H. Lakhani  
(Director)

(DIN - 01457990)

Dharmesh N. Shah

Dharmesh N. Shah  
(Director)

(DIN - 01256793)

## RIKHAV SECURITIES LIMITED

### NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021

(The previous period figures have been regrouped/reclassified, presentation wherever necessary to conform to the current)

**Note : 2 Share Capital**

Sr. No	Particulars	Current Year	Previous Year
1	<b>AUTHORIZED CAPITAL</b> 75,00,000 Equity Shares of Rs. 10/- each. 25,00,000 Preference Shares of Rs. 10/- each.	75,00,000 25,00,000 100,00,000	75,00,000 25,00,000 100,00,000
2	<b>ISSUED, SUBSCRIBED &amp; PAID UP CAPITAL</b> <i>To the Subscribers of the Memorandum</i> 49,94,000 Equity Shares Of Rs.10 Each	49,94,000	28,770,000
3	<b>Share Application</b>	-	-
	<b>Total (Rs)</b>	<b>49,94,000</b>	<b>28,770,000</b>

**i) Reconciliation of Number of Equity Shares Outstanding**

Sr. No	Particulars	Current Year		Previous Year	
		(In Number)	(In Amount)	(In Number)	(In Amount)
1	Shares Outstanding as on April 1, 2020	2,877,000	28,770,000	2,877,000	28,770,000
2	Shares issued During the Year - Right Issue	2,117,000	21,170,000	-	-
3	Shares Issued During the Year - Bonus	-	-	-	-
4	Shares Outstanding as on March 31, 2021	4,994,000	49,940,000	2,877,000	28,770,000

**ii) Details of Shareholders holding More than 5 % Shares in the Company**

Sr. No	Particulars	Current Year		Previous Year	
		No of Shares	% of Holding	No of Shares	% of Holding
1	Hitesh Lakhani	381,620	7.64	158,310	5.50
2	Vikram Shah	334,646	6.70	284,823	9.90
3	Vaishali Shah	329,646	6.60	284,823	9.90
4	Mahesh Shah	329,646	6.60	284,823	9.90
5	Dharmesh Shah	329,646	6.60	284,823	9.90
6	Deep Lakhani	321,660	6.44	154,000	5.35
7	Nidhi Lakhani	-	-	166,750	5.80
8	Ranjan H Lakhani	-	-	180,000	6.26
9	PJS Securities LLP	-	-	167,000	5.80
10	Bharti H Lakhani	-	-	159,480	5.54
11	Hitesh H Lakhani (HUF)	-	-	173,550	6.03
12	Rajendra N Shah	-	-	188,208	6.54
13	Himmatlal J Lakhani	-	-	123,660	4.30
	<b>Total</b>	<b>2,026,864</b>	<b>40.59</b>	<b>2,610,250</b>	<b>90.73</b>

**Note : 3 Reserve & Surplus**

Sr. No	Particulars	Current Year	Previous Year
1	<b>Securities Premium</b>	<b>359,586,402</b>	<b>149,580,000</b>
	Balance brought forward from previous year	359,586,402	149,580,000
	Add : Transfer From P & L A/c	-	-
2	<b>Surplus (Profit &amp; Loss Account)</b>	<b>174,499,955</b>	<b>79,011,101</b>
	Balance brought forward from previous year	79,011,101	58,039,196
	Add: Profit for the period	95,733,706	24,325,354
	Less: Short Provision For Tax (Previous Year)	(244,852)	(3,353,448)
	<b>Total (Rs)</b>	<b>534,086,357</b>	<b>228,591,101</b>

**Note:**

The carrying amount of the asset has been depreciated over the remaining useful life of asset as per Schedule II of the Companies Act, 2013 and after retaining the residual value it is recognised in the opening balance of retained earnings where the remaining useful life of an asset is 'NIL'.



**NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31ST MARCH, 2021**  
(The previous period figures have been regrouped/reclassified, wherever necessary  
to conform to the current presentation)

**Note : 4 Long Term Borrowings**

Sr. No.	Particulars	Current Year	Previous Year
1	<u>Unsecured Loan:</u> Kotak Mahindra Ltd (Motor Vehicle Loan)	381,674	528,173
	<b>Total (Rs)</b>	<b>381,674</b>	<b>528,173</b>

**Note : 5 Short Term Borrowings**

Sr. No.	Particulars	Current Year	Previous Year
1	Tata Capital Financial Services Limited	47,544,819	-
2	Total Holdings & Finvest Pvt Ltd	-	48,645,530
3	Hdfc Bank Ltd. Loan (Short Term Loan)	-	180,000,000
4	Shares Borrowing From SLBM Segment	-	64,414,828
	<b>Total (Rs)</b>	<b>47,544,819</b>	<b>293,060,358</b>

**Note:** i. Loan from Tata Capital Financial Services Limited is against Pledge of Non Convertible Debentures(NCD).

**Note : 6 Trade Payables**

Sr. No.	Particulars	Current Year	Previous Year
1	Trade Payables	212,635,064	317,130,994
2	Trade Payables (Client Margin)	456,496,612	336,954,237
	<b>Total (Rs)</b>	<b>669,131,676</b>	<b>654,085,231</b>

**Note : 7 Other Current Liabilities**

Sr. No.	Particulars	Current Year	Previous Year
1	Audit Fees Payable	90,000	60,000
2	Profession Tax Payable	9,900	9,975
3	TDS Payable	4,243,475	670,950
4	GST Payable	20,781	531,634
5	Security Deposit	1,412,200	697,200
6	Jobbing Deposit	199,999	-
7	Other Expense payable	15,661,715	4,842,636
	<b>Total (Rs)</b>	<b>21,638,070</b>	<b>6,812,395</b>

**Note : 8 Short Term Provisions**

Sr. No.	Particulars	Current Year	Previous Year
1	Provision for Tax (A.Y. 20-21)	-	8,131,276
	Provision for Tax (A.Y. 21-22)	44,127,871	-
	<b>Total (Rs)</b>	<b>44,127,871</b>	<b>8,131,276</b>



**RIKHAV SECURITIES LIMITED**  
**NOTES FORMING PART OF FINANCIAL STATEMENTS FOR THE YEAR ENDED 31st March , 2021**

Note : 9 Fixed Asset

Sr. No.	Particulars	Gross Block			Depreciation			Net Block		
		Value at the beginning	Addition during the year	Deduction during the year	Value at the end	Addition during the year	Deduction during the year	Value at the end	WDV as on 31.03.2020	WDV as on 30.03.2021
I	Tangible Assets									
1	Air Conditioner	4,654,770	-	-	4,654,770	192,792	-	4,134,416	713,146	520,354
2	BOI Matrix Card Reader	24,279	-	-	24,279	2,212	-	17,945	8,546	6,334
3	Camera And Projector	56,350	-	-	56,350	5,677	-	40,096	21,931	16,254
4	Car	2,945,042	-	-	2,945,042	120,272	-	2,623,118	442,196	321,924
5	Computer & Server	23,092,363	1,416,179	-	24,508,542	1,029,113	-	22,498,130	1,623,346	2,010,412
6	Furniture & Fixtures	21,180,866	-	-	21,180,866	709,084	-	19,298,615	2,591,335	1,882,251
7	Generator	965,276	-	-	965,276	40,030	-	791,294	214,012	173,982
8	Inverter	968,661	100,800	-	1,069,461	45,602	-	848,936	165,327	220,525
9	Mobile	636,458	-	-	636,458	129,254	-	478,935	286,777	157,523
10	Office Equipment	1,208,316	-	-	1,208,316	101,780	-	1,084,278	225,818	124,038
11	Software License	1,750,755	35,000	-	1,785,755	197,478	-	1,396,106	552,127	389,649
12	Television SET	145,994	-	-	145,994	26,001	-	71,555	100,440	74,439
13	Website Charges	285,000	10,000	-	295,000	25,083	-	184,666	125,417	110,334
14	MCX Card	790,612	-	-	790,612	-	-	-	790,612	790,612
II	Capital Work-in-progress									
	<b>TOTAL</b>	<b>58,704,742</b>	<b>1,561,979</b>	<b>-</b>	<b>60,266,721</b>	<b>2,624,378</b>	<b>-</b>	<b>53,468,090</b>	<b>7,861,030</b>	<b>6,798,631</b>
	<b>(Previous Year)</b>	<b>57,559,242</b>	<b>1,145,500</b>	<b>-</b>	<b>58,704,742</b>	<b>3,675,828</b>	<b>-</b>	<b>50,843,712</b>	<b>10,391,359</b>	<b>7,861,030</b>



**Note : 10 Non Current Investments**

Sr. No.	Particulars	Current Year	Previous Year
1	<b>Investment In Shares:</b> Investment In RSL IFSC PVT LTD (Investment in wos) ( 15,41,000 Equity Shares @ Rs.10/- (F.V. - Rs.10/-)	15,410,000	15,410,000
2	Investments in Shares & Securities (Fair Market Value as on 31st March, 2021 is 44,98,85,226/- )	426,828,848	294,988,332
	<b>Total (Rs)</b>	<b>442,238,848</b>	<b>310,398,332</b>

Note: The above investment in Wholly Owned Subsidiary Company is carried at cost.  
During the Current Financial Year the above Investments are carried at cost.

**Note : 11 Long Term Loans & Advances**

Sr. No.	Particulars	Current Year	Previous Year
1	Margin & Deposits to Stock Exchanges etc.	17,535,000	22,858,547
2	Other Deposit	9,280,797	3,477,489
	<b>Total (Rs)</b>	<b>26,815,797</b>	<b>26,336,036</b>

**Note : 12 Trade Receivables**

Sr. No.	Particulars	Current Year	Previous Year
1	<b>Outstanding for Less than Six months:</b> a)Unsecured, Considered Good :	58,842,876	35,708,973
2	<b>Others (More than 6 Months):</b> a)Unsecured, Considered Good :	291,385	903,623
3	Reserve for doubtful debts	-	59,988
	<b>Total (Rs)</b>	<b>59,134,261</b>	<b>36,672,584</b>

**Note: 13 Cash & Cash Equivalent**

Sr. No.	Particulars	Current Year	Previous Year
1	<b>Cash-in-Hand</b> Cash Balance	454,123	1,255,330
	<b>Sub Total (A)</b>	<b>454,123</b>	<b>1,255,330</b>
2	<b>Cash at Bank</b>	(241,212,657)	(156,602,049)
	<b>Sub Total (B)</b>	<b>(241,212,657)</b>	<b>(156,602,049)</b>
3	<b>Fixed Deposit *</b>	994,650,000	926,100,000
	<b>Sub Total (C)</b>	<b>994,650,000</b>	<b>926,100,000</b>
	<b>Total [ A + B + C ]</b>	<b>753,891,466</b>	<b>770,753,281</b>

\* The above Fixed Deposits are utilised as under: Amount (Rs.)

i. Against Exchange Deposit/Margins	497,350,000
ii. Lien Against Bank Guarantee	216,250,000
iii. Marked Against Overdraft Facility	267,400,000
iv. Marked Against IPO Application	2,400,000
v. Free Fixed Deposit	11,250,000
<b>Total</b>	<b>994,650,000</b>

**Note : 14 Short Term Loans & Advances**

Sr. No.	Particulars	Current Year	Previous Year
1	Margin & Deposits to Stock Exchanges etc.	7,987,186	8,184,100
	<b>Total (Rs)</b>	<b>7,987,186</b>	<b>8,184,100</b>

**Note :15 Other Current Assets**

Sr. No.	Particulars	Current Year	Previous Year
1	Interest Receivable	37,408,309	17,858,509
2	Income Tax Refund	4,997,089	4,569,757
3	Others Receivable	4,118,982	6,045,116
4	Prepaid Expenses	3,425,604	2,100,120
5	TDS on Receipt (A.Y. 20-21)	-	6,821,029
6	TDS on Receipt (A.Y. 21-22)	8,073,930	-
7	Staff Loan A/c	-	205,608
8	Advance to Vendors	282,841	1,821,507
9	GST Paid (T+2 Days)	33,825	-
10	GST Setoff	5,559,389	570,719
11	Profit & Loss Unexpired Contract	3,397,876	22,477,674
	<b>Total (Rs)</b>	<b>67,297,846</b>	<b>62,470,040</b>



**Note : 16 Revenue from Operations**

Sr. No.	Particulars	Current Year	Previous Year
1	Brokerage & Commission	53,984,774	37,705,087
2	Revenue From Demat Operations	3,898,199	1,265,535
3	Market Maker Fees	1,007,000	1,000,000
4	Dividend on Shares	738,419	586,775
5	Short term capital gain	25,511,355	10,227,576
6	Long term capital loss	(45,942,132)	(3,273,397)
7	Speculation Profit	14,270,338	9,010,727
8	Profit / (Loss) from F&O and Currency Trades	192,299,073	(56,225,315)
9	Profit / (Loss) from Shares Trading	(16,335,743)	61,294,056
10	Profit on Valuation of Shares (SLBM)	-	9,686,311
<b>Total (Rs)</b>		<b>229,431,285</b>	<b>71,277,354</b>

**Note : 17 Other Income**

Sr. No.	Particulars	Current Year	Previous Year
<b>Other Receipts</b>			
1	Interest Recd on FDR	62,672,173	55,990,835
2	Interest Received (Others)	39,868,087	18,203,358
3	Other Income	34,374	2,308,608
4	Interest on bond	256,313	771
<b>Total (Rs)</b>		<b>102,830,947</b>	<b>76,503,572</b>

**Note : 18 Employment Benefit Expenses**

Sr. No.	Particulars	Current Year	Previous Year
1	Salaries, Bonus, PF & ESIC	23,047,757	23,599,104
2	Director Remuneration	850,000	475,551
3	Staff welfare	460,450	102,082
4	P. F. Contribution	189,883	263,000
<b>Total (Rs)</b>		<b>24,548,090</b>	<b>24,439,737</b>

**Note : 19 Financial Cost**

Sr. No.	Particulars	Current Year	Previous Year
1	Bank Charges & Bank Interest	28,608,718	32,332,962
2	Bank Gurantee expenses	5,058,322	4,243,263
3	Interest Expenses	9,522,767	6,207,917
<b>Total (Rs)</b>		<b>43,189,807</b>	<b>42,784,143</b>

**Note : 20 Depreciation & Amortised Cost**

Sr. No.	Particulars	Current Year	Previous Year
1	Depreciation	2,624,378	3,675,828
<b>Total (Rs)</b>		<b>2,624,378</b>	<b>3,675,828</b>



**Note : 21 Other Administrative Expenses**

Sr. No	Particulars	Current Year	Previous Year
1	Administrative charges	600,000	-
2	Auditors Remuneration	90,000	60,000
3	Annual Maintainance Charges	4,552,509	3,095,436
4	Amenities Charges	6,000,000	-
5	Brokerage & Commission	29,069,091	10,104,189
6	Connectivity Charges	1,520,159	613,384
7	Courier & Postage Expenses	87,658	46,011
8	Bad Debts	2,560,590	981,264
9	Business & Promotion	35,000	-
10	Computer Expenses	220,150	165,987
11	Donation	12,900	14,309
12	Electricity Expenses	895,134	1,369,684
13	Exchange Expenses	6,156,535	3,623,047
14	Expenses on Shares Trading	27,686,139	8,321,684
15	Insurance Expenses	167,474	133,185
16	Office Maintainance	218,963	169,300
17	Prior Period Expense	549,124	1,309,712
18	Printing & Stationery	128,472	161,192
19	Petrol & Diesel Expenses	179,348	69,547
20	Property Tax	7,200	9,600
21	Professional Fees	27,265,642	1,727,011
22	Rates, Taxes & Penalties	754,631	479,599
23	Rent Expenses	14,000,018	6,540,024
24	Refreshment Expenses	472,730	470,040
25	Repairs & Maintainance	926,744	217,687
26	Software Expenses	2,450,218	1,996,491
27	Sundry Expenses	356,477	176,849
28	Telephone Expenses	178,575	164,974
29	Travelling Expenses	280,201	151,684
	<b>Total (Rs)</b>	<b>127,421,681</b>	<b>42,171,889</b>





# **RIKHAV SECURITIES LIMITED**

## **SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2021**

### **A. Significant Accounting Policies:**

#### **1. Company Overview**

Rikhav Securities Ltd is one of the professionally managed Shares & Stock brokers. The company's objective is to be a leader in providing a full-service brokerage house – to provide comprehensive advisory services to the client and to offer complete management of their financial planning requirements. Our major business focus has been on the development of Arbitration, HNI clients & Retail clients. Currently, one of the Company's key strengths is the diverse portfolios held by its board of directors – some of which include the Cash and Derivatives side of the Capital Market, investing in IPOs, etc.

The company has modernized computerized operations with the state-of-art technology. Our clients also have access to Internet based client-trading services in the equities and derivatives segment. Our group of professionals does ensure the best available services for trading, depository, online Back office etc. We believe 'Research Delivers and Research Differentiates'.

#### **2. General:**

The financial statements have been prepared in conformity with generally accepted accounting principles to comply in all material respects with the notified Accounting Standards (AS) under Companies Accounting Standard Rules, 2015, as amended, the relevant provisions of the Companies Act, 2013 (the Act).

The financial statements have been prepared under the historical cost convention on an accrual basis. The accounting policies have been consistently applied by the Company and are consistent with those used in the previous year except for those that are specifically disclosed for the change in policies. The method of accounting followed is mercantile basis.

Due to the lockdown on account of COVID-19, although the capital market were impacted and volatility has increased in the stock market; the company being a SEBI registered intermediary and considered among essential services, continued to operate during the lockdown in India and there was no major impact on our business as the capital markets remained open and functioned normally.



# **RIKHAV SECURITIES LIMITED**

## **SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2021**

### **3. Use of Estimates:**

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent liabilities at the date of the financial statements and the results of operations during the reporting year end. Although these estimates were based upon management's best knowledge of current events and actions, actual results could differ from these estimates. Any revisions to the accounting estimates are recognized prospectively in the current and future years.

### **4. Revenue Recognition:**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Company and the revenue can be reliably measured.

Revenue recognition in the form of commission & brokerages for sub brokering with BRLMs for various IPO's is considered in the year in which the IPO's are serviced.

Interest Income is treated to accrue on timely basis.

Lending Premium / Borrowing charges from the trades in Securities Lending & Borrowing Market (SLBM) segment is recognized in the year in which the contract for lending / borrowing is entered into.

### **5. Property, Plant & Equipment:**

Property, Plant & Equipment is stated at acquisition cost less accumulated depreciation, if any.

### **6. Depreciation:**

Depreciation on tangible assets is provided on the written-down value method over the useful lives of assets as per Part C of Schedule II of the Companies Act, 2013. Depreciation for assets purchased / sold during a period is proportionately charged. Intangible assets are amortized over their respective individual estimated useful lives, commencing from the date the asset is available to the Company for its use as per AS 26 Intangible Assets. The carrying value of the asset is depreciated over the remaining useful of the asset as per Schedule II of the Companies Act, 2013. The carrying value of the asset after retaining the residual value is recognized in the opening balance of retained earnings where the remaining useful life of the asset is 'Nil'.



# **RIKHAV SECURITIES LIMITED**

## **SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2021**

### **7. Investments:**

Investments are either classified as current or non-current based on Management's intention at the time of purchase. Current Investments are carried at cost. Long term Investments are carried at cost less provisions recorded to recognize any decline, other than temporary, in the carrying value of each investment.

### **8. Shares, Stocks & Securities under SLBM:**

The Company has recognized current liability (refer note no. 5) for the trades executed for sale of shares in the spot market through borrowing it from the SLBM segment and has recognized the gain / loss on account of change in Fair Value of the obligation on valuation date.

### **9. Current Assets, Loans & Advances**

Loans and Advances are stated at the value if realized in the ordinary course of business. Irrecoverable amounts, if any are accounted as bad debts and \ or provided for as per management's judgment or only upon final settlement of accounts with the parties.

### **10. Provision for taxation**

a) Provision for Income Tax is made on the basis of the estimated taxable Income for the current year in accordance with the provisions of the Income Tax Act, 1961

b) Deferred tax resulting from timing differences between book and tax profits is accounted for under the liability method, at the current rate of tax, to the extent that the timing differences are expected to crystallize. Deferred tax asset, if any, is recognized and carried forward only to the extent that there is a reasonable certainty that the assets will be realized in future.

Opening as on 1st April, 2020 (Liability)	- Rs.(26,96,868)/-
Add: Deferred Tax Liability reversal arising Due to Difference in WDV (Asset)	- Rs.7,89,087/-
Add: Deferred Tax Asset arising on Long term Capital Loss from shares (Investments)	- Rs.45,94,213/-
Closing Balance as on 31 <sup>st</sup> March, 2021 (Asset)	- Rs.26,86,432/-



# **RIKHAV SECURITIES LIMITED**

## **SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2021**

### **11. Provisions, Contingent Liabilities and Contingent Assets:**

The company recognizes a provision when there is a present obligation as a result of past event on which it is probable that there will be outflow of resources to settle the obligation in respect of which reliable estimate can be made. Contingent assets are neither recognized nor disclosed.

Following are the Contingent Liabilities as on the Balance Sheet date.

- Bank Guarantee availed from the Banks are as follows:  
Bank of India - Nil  
Kotak Bank - Rs.16.00Crores  
ICICI Bank - Rs. 13.00 Crores  
HDFC Bank - Rs. 20.50Crores  
State Bank of Mauritius- Rs.10.00Crores

### **B. Notes on Accounts:**

1. In the Opinion of the directors;

a) The current assets, loans and advances are approximately of the value stated, if realized in the ordinary course of business.

b) The provision for all known liabilities are adequate and not in excess of the amount reasonably necessary.

	<b>Current year (Rupees)</b>	<b>Previous year (Rupees)</b>
2. Contingent Liabilities provided for	NIL	NIL
3. Payment to Directors:		
- Rent Paid	7,20,000	NIL
- Director Remuneration	8,50,000	4,75,751
- Commission & Brokerage	NIL	NIL
4. Payment to auditors :		
a) Audit fees	60,000	60,000
b) Income tax and other matters	30,000	30,000
	<hr/> 16,60,000	<hr/> 5,65,751



# **RIKHAV SECURITIES LIMITED**

## **SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2021**

### **5. Related party Disclosure:**

Disclosure in respect of AS-18 'Related Party Disclosure' as notified by the companies Accounting Standard Rules, 2006 and Institute of Chartered Accounts of India are given below:

#### **Names and Relationships of the related parties:**

##### **i) Key Management Personnel:**

- a) Mr. Hitesh H. Lakhani
- b) Mr. Vikram N. Shah
- c) Mr. Dharmesh N. Shah
- d) Mr. Manish L. Jain

##### **ii) Concerns under same Management**

- a) RSL IFSC Private Limited

iii) Transactions with the related parties during the year (figures in rupees) are as follows, balance as on **31<sup>st</sup> March, 2021:**

<b>Transaction with related parties</b>	<b>Company under same management</b>	<b>Key Management Personnel and Relatives</b>
Loan given	NIL (NIL)	- -
Director Remuneration	NIL (NIL)	8,50,000 (4,75,751)
Salary Paid to Relatives (Director)	NIL (NIL)	7,90,000 -
Share of Profit to Relatives (Director)	NIL (NIL)	66,35,891.50 -
Rent Paid to Director	NIL (NIL)	7,20,000 -
Rent Paid (Relative / Shareholder)	NIL (NIL)	64,80,000 -
Amenities Charges Paid	NIL (NIL)	60,00,000 -
Commission & Brokerage Paid	NIL (NIL)	4,496 -
Interest Received	NIL (NIL)	NIL (NIL)



# **RIKHAV SECURITIES LIMITED**

## **SIGNIFICANT ACCOUNTING POLICIES AND NOTES ON ACCOUNTS FORMING PART OF THE ACCOUNTS FOR THE YEAR ENDED 31<sup>ST</sup> MARCH, 2021**

### **iv) Disclosure in respect of Micro and Small Enterprises:**

The concern is in process of compiling relevant information from its supplier about their coverage under the Micro, Small & Medium Enterprises Development Act, 2006. As the concern has not received any information from its supplier as on date regarding their status under the above said Act and hence no disclosure has been made and accordingly Trade Payables has been disclosed (Refer Note 6).

### **6. Earnings per share (EPS)**

<b>Particulars</b>	<b>Current Year</b>	<b>Previous Year</b>
Net profit/(loss) for equity share holders (Numerator used for calculation)	9,57,33,706	24,325,354
No of equity shares of Rs 10/- each	49,94,000	28,77,000
Weighted Average Number of equity shares	30,53,417	30,53,417
Earnings per share of Rs 10/- each	31.35	7.97

### **7. Additional information as per Schedule III of the Companies Act, 2013 to the extent applicable are as under:**

(As certified by the Directors and relied upon by the Auditors)

	<b>Current Year</b>	<b>Previous Year</b>
a) Value of Import on CIF Basis	Nil	Nil
b) Expenditure in the foreign Currency	Nil	Nil
c) Earning in Foreign Exchange	Nil	Nil

### **8. Previous Year figures have been rearranged and regrouped wherever necessary to make them comparable with the current year figures.**

As per our report of even date attached

FOR Mayur B. Mehta  
Chartered Accountants

Mayur B. Mehta  
(Proprietor)

Membership No: 142428

Date: 24th August, 2021

Place: Thane

UDIN:21142428AAAABN6719

for and on behalf of Board  
For Rikhav Securities Limited

Hitesh H. Lakhani  
(Director)  
(DIN - 01457990)

Dharmesh N. Shah  
(Director)  
(DIN - 01256793)